

# CEZ GROUP

## Consolidated Balance Sheet in accordance with IFRS

(in CZK Millions)

	k 31.12.2006	k 30.6.2007
<b>Assets</b>		
<b>Property, plant and equipment:</b>		
Plant in service	464,776	473,734
Less accumulated provision for depreciation	219,073	229,044
Net plant in service	245,703	244,690
Nuclear fuel, at amortized cost	7,376	7,138
Construction work in progress	16,684	21,216
Total property, plant and equipment	269,763	273,044
<b>Other non-current assets:</b>		
Investment in associates	430	435
Investments and other financial assets, net	13,277	17,803
Intangible assets, net	17,820	19,426
Deferred tax assets	699	695
Total other non-current assets	32,226	38,359
<b>Total non-current assets</b>	<b>301,989</b>	<b>311,403</b>
<b>Current assets:</b>		
Cash and cash equivalents	30,932	29,946
Receivables, net	16,334	18,736
Income tax receivable	152	355
Materials and supplies, net	4,308	5,146
Fossil fuel stocks	1,195	1,703
Emission rights	2,224	363
Other financial assets, net	8,952	12,463
Other current assets	2,569	3,039
<b>Total current assets</b>	<b>66,666</b>	<b>71,751</b>
<b>Total assets</b>	<b>368,655</b>	<b>383,154</b>
<b>Equity and liabilities</b>		
<b>Equity:</b>		
Equity attributable to equity holders of the parent:		
Stated capital	59,221	59,221
Treasury shares	-1,943	-15,254
Retained earnings and other reserves	137,659	147,637
Total equity attributable to equity holder of the parent	194,937	191,604
Minority interests	12,716	14,111
<b>Total equity</b>	<b>207,653</b>	<b>205,715</b>
<b>Long-term liabilities:</b>		
Long-term debt, net of current portion	41,956	39,499
Accumulated provision for nuclear decommissioning and fuel storage	36,683	36,992
Other long-term liabilities	15,543	16,349
<b>Total long-term liabilities</b>	<b>94,182</b>	<b>92,840</b>
<b>Deferred tax liability</b>	<b>20,017</b>	<b>26,139</b>
<b>Current liabilities:</b>		
Short-term loans	121	412
Current portion of long-term debt	6,365	7,579
Trade and other payables	22,905	35,670
Income tax payable	6,222	4,384
Accrued liabilities	11,190	10,415
<b>Total current liabilities</b>	<b>46,803</b>	<b>58,460</b>
<b>Total equity and liabilities</b>	<b>368,655</b>	<b>383,154</b>

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## Consolidated Statement of Income in accordance with IFRS

(in CZK Millions)

	1-6/2006	4-6/2006	1-6/2007	4-6/2007
<b>Revenues:</b>				
Sales of electricity	69,007	31,323	77,310	36,343
Gains and losses from electricity derivative trading, net	-137	-18	965	428
Heat sales and other revenues	5,538	2,450	4,887	2,267
<b>Total revenues</b>	<b>74,408</b>	<b>33,755</b>	<b>83,162</b>	<b>39,038</b>
<b>Operating expenses:</b>				
Fuel	-5,249	-2,592	-7,856	-3,795
Purchased power and related services	-21,717	-9,847	-22,712	-10,845
Repairs and maintenance	-1,844	-1,172	-1,928	-1,223
Depreciation and amortization	-10,950	-5,368	-10,826	-5,403
Salaries and wages	-6,581	-3,696	-6,991	-3,455
Materials and supplies	-2,172	-1,234	-2,885	-1,414
Emission rights, net	516	-99	550	57
Other operating expenses	-3,031	-1,189	-3,186	-1,950
<b>Total expenses</b>	<b>-51,028</b>	<b>-25,197</b>	<b>-55,834</b>	<b>-28,028</b>
<b>Income before other income (expenses) and income taxes</b>	<b>23,380</b>	<b>8,558</b>	<b>27,328</b>	<b>11,010</b>
<b>Other income (expenses):</b>				
Interest on debt, net of capitalized interest	-869	-449	-1,180	-585
Interest on nuclear and other provisions	-946	-473	-962	-481
Interest income	290	191	710	443
Foreign exchange rate gains (losses), net	489	322	-32	-3
Gain (Loss) on sale of subsidiaries and associates	-237	-237	125	125
Negative goodwill write-off				
Other income (expenses), net	-467	78	1,140	410
Income from associates	65	8	28	9
<b>Total other income (expenses)</b>	<b>-1,675</b>	<b>-560</b>	<b>-171</b>	<b>-82</b>
<b>Income before income taxes</b>	<b>21,705</b>	<b>7,998</b>	<b>27,157</b>	<b>10,928</b>
<b>Income taxes</b>	<b>-5,137</b>	<b>-1,801</b>	<b>-6,142</b>	<b>-2,890</b>
<b>Net income</b>	<b>16,568</b>	<b>6,197</b>	<b>21,015</b>	<b>8,038</b>
<b>Net income attributable to:</b>				
Equity holders of the parent	15,904	5,915	20,499	7,818
Minority interests	664	282	516	220

## Consolidated Statement of Changes in Equity in accordance with IFRS

(in CZK Millions)

	Attributable to Equity Holders of the Parent						Minority Interests	Total Equity
	Stated Capital	Treasury Shares	Translation Differences	Fair Value and Other Reserves	Retained Earnings	Total		
December 31, 2005	59,221	-984	-789	588	118,637	176,673	14,616	191,289
Change in fair value of available-for-sale financial assets recognized in equity				-60		-60	-11	-71
Available-for-sale financial assets removed from equity				46		46	1	47
Change in fair value of cash flow hedges recognized in equity				137		137	7	144
Cash flow hedges removed from equity				134		134		134
Translation differences			-42			-42	-15	-57
Other movements					-2	-2	7	5
Gain and loss recorded directly to equity			-42	257	-2	213	-11	202
Net Income					15,904	15,904	664	16,568
Total gains and losses			-42	257	15,902	16,117	653	16,770
Acquisition of treasury shares		-899				-899		-899
Sale of treasury shares		204			-100	104		104
Dividends declared to shareholders of the parent					-8,853	-8,853		-8,853
Share options				154		154		154
Transfer of exercised and forfeited share options within equity				-229	229			
Change in minority due to acquisitions							-2,664	-2,664
June 30, 2006	59,221	-1,679	-831	770	125,815	183,296	12,605	195,901
December 31, 2006	59,221	-1,943	-1,301	1,381	137,579	194,937	12,716	207,653
Change in fair value of available-for-sale financial assets recognized in equity				-1		-1		-1
Available-for-sale financial assets removed from equity				-272		-272		-272
Change in fair value of cash flow hedges recognized in equity				-624		-624		-624
Cash flow hedges removed from equity				1		1		1
Translation differences			2,402			2,402	1,155	3,557
Share on equity movements of associates					-18	-18		-18
Other movements							-1	-1
Gain and loss recorded directly to equity			2,402	-896	-18	1,488	1,154	2,642
Net Income					20,499	20,499	516	21,015
Total gains and losses			2,402	-896	20,481	21,987	1,670	23,657
Acquisition of treasury shares		-13,679				-13,679		-13,679
Sale of treasury shares		368			-244	124		124
Dividends declared to shareholders of the parent					-11,785	-11,785		-11,785
Share options				20		20		20
Transfer of exercised and forfeited share options within equity				-90	90			
Change in minority due to acquisitions							-275	-275
June 30, 2007	59,221	-15,254	1,101	415	146,121	191,604	14,111	205,715

## CEZ GROUP

### Consolidated Statement of Cash Flows in accordance with IFRS

(in CZK Millions)

	1-6/2006	1-6/2007
<b>Operating activities:</b>		
Income before income taxes	21,705	27,157
Adjustments to reconcile income before income taxes to net cash provided by operating activities:		
Depreciation, amortization and asset write-offs	10,954	10,832
Amortization of nuclear fuel	1,667	1,382
(Gain) loss on fixed assets retirements, net	103	-251
Foreign exchange rate losses (gains), net	-489	32
Interest expense, interest income and dividends income, net	551	387
Provision for nuclear decommissioning and fuel storage	105	218
Valuation allowances, other provisions and other adjustments	94	-633
Income from associates	-65	-28
Changes in assets and liabilities:		
Receivables	-1,624	-2,016
Materials and supplies	-832	-983
Fossil fuel stocks	146	-470
Other current assets	-2,101	-3,970
Trade and other payables	-1,216	3,387
Accrued liabilities	-262	455
Cash generated from operations	28,736	35,499
Income taxes paid	-2,390	-2,233
Interest paid, net of capitalized interest	-1,047	-1,122
Interest received	287	728
Dividends received	36	85
Net cash provided by operating activities	<b>25,622</b>	<b>32,957</b>
<b>Investing activities:</b>		
Acquisition of subsidiaries and associates, net of cash acquired	-15,129	-2,434
Proceeds from disposal of subsidiaries and associates, net of cash disposed of	352	375
Additions to property, plant and equipment and other non-current assets, including capitalized interest	-9,542	-13,328
Loans made	-2	-2
Proceeds from sales of fixed assets	1,176	652
Change in decommissioning and other restricted funds	-232	-4,127
Repayments of loans	40	118
Total cash used in investing activities	<b>-23,337</b>	<b>-18,746</b>
<b>Financing activities:</b>		
Proceeds from borrowings	20,465	1,106
Payments of borrowings	-13,384	-3,634
Proceeds from other long-term liabilities	83	70
Payments of other long-term liabilities	-194	-155
Dividends paid to Company's shareholders	29	48
Dividends paid to minority interests / Contributions received from minority interests, net	-7	21
(Acquisition) sale of treasury shares, net	-795	-13,555
Total cash provided by (used in) financing activities	<b>6,197</b>	<b>-16,099</b>
Net effect of currency translation in cash	-139	902
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>8,343</b>	<b>-986</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>16,791</b>	<b>30,932</b>
<b>Cash and cash equivalents at end of period</b>	<b>25,134</b>	<b>29,946</b>
<b>Supplementary cash flow information</b>		
Total cash paid for interest	1,289	1,480

## Struktura konsolidačního celku Skupina ČEZ k 30. 6. 2007

	Obchodní firma	IČ	Sídlo
	<b>Mateřská společnost:</b>		
1	ČEZ, a. s.	45274649	Praha 4
	<b>Dceřiné podniky:</b>		
2	CEZ Bulgaria EAD	-	Bulharsko, Sofie
3	CEZ Deutschland GmbH	-	Německo, Mnichov
4	CEZ DISTRIBUTIE S.A.	-	Rumunsko, Craiova
5	CEZ FINANCE B.V.	-	Nizozemí, Amsterdam
6	CEZ Hungary Ltd.	-	Maďarsko, Budapešť
7	CEZ Chorzow B.V.	-	Nizozemí, Rotterdam
8	CEZ Poland Distribution B.V.	-	Nizozemí, Rotterdam
9	CEZ Polska Sp. z o.o.	-	Polsko, Varšava
10	CEZ Romania S.R.L.	-	Rumunsko, Bukurešť
11	CEZ SERVICII S.A.	-	Rumunsko, Pitesti
12	CEZ Silesia B.V.	-	Nizozemí, Rotterdam
13	CEZ Trade Bulgaria EAD	-	Bulharsko, Pernik
14	CEZ Trade Polska Sp. z o.o.	-	Polsko, Varšava
15	CEZ Trade Romania S.R.L.	-	Rumunsko, Bukurešť
16	CEZ VANZARE S.A.	-	Rumunsko, Craiova
17	ČEZ Distribuce, a. s.	27232425	Praha 2
18	ČEZ Distribuční služby, s.r.o.	26871823	Ostrava-Moravská Ostrava
19	ČEZ ELECTRO BULGARIA AD	-	Bulharsko, Sofia
20	ČEZ Laboratories Bulgaria EOOD	-	Bulharsko, Sofia
21	ČEZ Logistika, s.r.o.	26840065	Ostrava-Moravská Ostrava
22	ČEZ Měření, s.r.o.	25938878	Hradec Králové
23	ČEZ Obnovitelné zdroje, s.r.o.	25938924	Hradec Králové
24	ČEZ Prodej, s.r.o.	27232433	Praha 2
25	ČEZ Slovensko, s.r.o.	-	Slovensko, Bratislava
26	ČEZ Správa majetku, s.r.o.	26206803	Děčín
27	ČEZ Srbija d.o.o.	-	Srbsko, Bělehrad
28	ČEZ Ukraine CJSC	-	Ukrajina, Kyjev
29	ČEZ Zákaznické služby, s.r.o.	26376547	Pízeň
30	ČEZData, s.r.o.	27151417	Pízeň
31	ČEZnet, a.s.	26470411	Praha 2
32	Elektrociepłownia Chorzów "ELCHO" Sp. z o.o.	-	Polsko, Chorzów
33	Elektrorazpredelenie Pleven EAD	-	Bulharsko, Pleven
34	Elektrorazpredelenie Sofia Oblast EAD	-	Bulharsko, Sofia
35	Elektrorazpredelenie Stolichno EAD	-	Bulharsko, Sofia
36	Elektrownia Skawina S.A.	-	Polsko, Skawina
37	Energetické opravy, a.s.	25040707	Kadaň
38	Energetika Vítkovice, a.s.	25854712	Ostrava-Vítkovice
39	I & C Energo a.s.	49433431	Třebíč
40	New Kosovo Energy L.L.C.	-	Kosovo, Priština
41	Nove elektrane Republike Srpske d.o.o.	-	Bosna a Hercegovina, Gacko
42	PPC Úžín, a.s.	27198367	Praha 3
43	SD - 1.strojírenská, a.s.	25437127	Bílina
44	SD - Autodoprava, a.s.	25028197	Bílina
45	SD - Kolejová doprava, a.s.	25438107	Kadaň
46	Severočeská energetika, a.s.	49903179	Děčín
47	Severočeské doly a.s.	49901982	Chomutov

48	Severomoravská energetika, a. s.	47675691	Ostrava
49	STE - obchodní služby spol. s r.o. v likvidaci	49826182	Praha 2
50	Středočeská energetická a.s.	60193140	Praha 2
51	ŠKODA PRAHA a.s.	00128201	Praha 6
52	ŠKODA PRAHA Invest s.r.o.	27257517	Praha 6
53	TEC Varna EAD	-	Bulharsko, Ezerovo
54	Teplárenská, a.s.	27309941	Most
55	Ústav jaderného výzkumu Řež a.s.	46356088	Husinec-Řež
56	Východočeská energetika, a.s.	60108720	Hradec Králové
57	ZAO TransEnerg	-	Rusko, Moskva
58	Západočeská energetika, a.s.	49790463	Plzeň

**Přidružené podniky:**

59	Coal Energy, a.s.	26485079	Praha 1
60	KNAUF POČERADY, spol. s r.o.	47780690	Počerady
61	LOMY MOŘINA spol. s r.o.	61465569	Mořina

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## Metody konsolidace

Mateřská společnost a dceřiné podniky:  
Přidružené podniky:

Plná metoda konsolidace  
Ekvivalenční metoda konsolidace